

## **FUNDING OPTIONS FOR THE RECOMMENDED CIP**

A variety of funding options exists for financing the county's Capital Improvement Program. The options range from direct county contributions, such as the Reserve for Future Capital Projects and proceeds from the sale of bonds, to direct contributions from sources such as, private developer contributions, contributions from other localities, federal and state funds and grants. Following is a selected list of funding options for the CIP. Other funding options exist. Not every funding option is utilized in a particular CIP.

Reserve for Capital Projects	Funds reserved from county operating revenues for capital projects.
General Obligation Bonds	Payments from the proceeds of the sale of General Obligation Bonds. These bonds must, in most cases, be approved by a general referendum of voters of the county, and they pledge the full faith and credit of the county for their repayment.
Revenue Bonds	Payments from the proceeds of the sale of revenue bonds. These bonds pledge the revenue generating potential of a facility or utility system.
Revenue Fund	Payments from revenues generated by an enterprise activity such as water and sewer charges, or the county airport.
State	Funds and payments received from the Commonwealth of Virginia.
Federal	Funds and payments received from the federal government.
Developer Contributions	Funds contributed by developers for infrastructure or construction of improvements.
Cash Proffers	Funds negotiated at the time of rezoning to help defray the capital costs associated with resultant development. As funds are collected over time, appropriations are used for specific capital facility needs.
Other Locality	Funds received from other localities to assist in project construction.
Community Development Block Grant	Federal funds provided to a locality to be spent on projects that benefit low and moderate income areas of the locality. Chesterfield became a Block Grant entitlement community in FY92.